FORM MR-RC Revised January 21, 2005 RECLAMATION CONTRACT

File Number _	
Effective Date	
Other Agency File Nu	mber

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION of OIL, GAS and MINING

1594 West North Temple Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5291

NOT
PPROVED

RECEIVED

RECLAMATION CONTRACT

Fax: (801) 359-3940

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MAY - 4 2005

DIV OF OIL GAS & MINING

For the purpose of this RECLAMATION CONTRACT the terms below are defined as follows:

"NOTICE OF INTENTION" (NOI): (File No.)	M/027/087
(Mineral Mined)	Limestone building stone

"MINE LOCATION":

CATION":

(Name of Mine)

(Description)

Tejon Quarries

From Delta go west

From Delta go west on hwy. 6&50 to long ridge res. roadturn right go north to 4 way intersection go left ross cattle guard, turn left quarry on right side of road about 2 miles.

"DISTURBED AREA": side of road about 2 miles.

(Disturbed Acres) 20 acres

(Legal Description) (Refer to Attachment A)

"OPERATOR":

(Company or Name)
Rocanville Stone
P.O. Box 35
Delta, Utah 84624

(Phone) (435) 864-5242

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"OPERATOR'S REGISTERED AGENT":	
Name)	Mert Hamilton
(Address)	P.O. Box 35
	Delta, Utah 84624
(Phone)	(435) 864-5242
"OPERATOR'S OFFICER(S)" & TITLE:	Mert Hamilton
	Agent In Charge Of Operations
SURETY":	
(Form of Surety - Attachment B)	Certificates of Deposit
"SURETY COMPANY":	
(Name, Policy or Acct. No.)	Wells Fargo Bank
	NOT-
"SURETY AMOUNT":	
(Escalated Dollars)	\$116,700 APPRUVE
"ESCALATION YEAR":	2009
"STATE":	
"DIVISION":	State of Utah
"BOARD":	Division of Oil, Gas and Mining
BOAND.	Board of Oil, Gas and Mining
ATTACHMENTS: A "DISTURBED AREA": B "SURETY":	
This Reclamation Contract (hereinafter betweenRocanville_Stone State Division of Oil, Gas and Mining ("Division	referred to as "Contract") is entered into the "Operator" and the Utah ").
WHEREAS, Operator desires to conduct Intention (NOI) File No. M/027/087 which	et mining operations under Notice of has been approved/accepted by the

WHEREAS, Operator is obligated to reclaim that area described as the Disturbed Area as set forth and in accordance with Operator's approved/accepted Reclamation Plan or Notice, and Operator is obligated to provide surety in form and amount approved by the Division, to assure reclamation of the Disturbed Area.

Utah State Division of Oil, Gas and Mining under the Utah Mined Land Reclamation Act, Sections 40-8-1 et seq., Utah Code Annotated, (1953, as amended) (hereinafter

referred to as "Act") and implementing rules; and

NOW, THEREFORE, the Division and the Operator agree as follows:

1.	Operator agrees to conduct reclamation of the Disturbed Area in accordance with the Act and implementing regulations, the Reclamation Plan and/or Notice of Intention approved/accepted by the Division on The Reclamation Plan and/or Notice	
	of Intention, as amended, are incorporated by this reference and made a part hereof.	

- 2. Concurrent with the execution hereof, Operator has provided surety to assure that reclamation is conducted, in form and amount acceptable to the Division. Such surety as evidenced by the Surety Contract is in the form of the surety attached hereto as Attachment B and made a part hereof. The Surety Contract shall remain in full force and effect according to its terms unless modified by the Division in writing. If the Surety Contract expressly provides for cancellation, then, within 60 days following the Division's receipt of notice that the Surety Company intends to cancel the Surety Contract, the Operator shall provide a replacement Surety Contract in a form and amount reasonably acceptable to the Division. If the Operator fails to provide an acceptable replacement Surety Contract, the Division may order the Operator to cease further mining activities and to begin immediate reclamation of the Disturbed Area.
- Operator agrees to pay legally determined public liability and property damage claims resulting from mining to the extent provided in Section 40-8-7(1)(e) of the Act.
- 4. Operator agrees to perform all duties and fulfill all reclamation requirements applicable to the mine as required by the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
- 5. The Operator's liability under this Contract shall continue in full force and effect until the Division certifies that the Operator has reclaimed the Disturbed Area in accordance with the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
- 6. If reclamation of discrete sections of the Disturbed Area is completed to the satisfaction of the Division, and the Division finds that such sections are severable from the remainder of the Disturbed Area, Operator may request the Division to certify that Operator has reclaimed such discrete sections of the Disturbed Area in accordance with the Act and Implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended. If the Division makes such certification, Operator may make request to the Division that the aggregate face

amount of the Surety Contract provided pursuant to paragraph 2 be reduced to an amount necessary to provide for completion of the remaining reclamation. The Division shall hear Operator's request for such reduction in accordance with the Board's Procedural Rules concerning requests for Agency Action.

- Operator agrees to indemnify and hold harmless the State, Board and the Division from any claim, demand, liability, cost, charge, suit, or obligation of whatsoever nature arising from the failure of Operator or Operator's agents and employees, or contractors to comply with this Contract.
- 8. Operator may, at any time, submit a request to the Division to substitute surety. The Division may approve such substitution if the substitute surety meets the requirements of the Act and the implementing rules.
- This Contract shall be governed and construed in accordance with the laws of the State of Utah.
- 10. If Operator shall default in the performance of its obligations hereunder, Operator agrees to pay all costs and expenses, including reasonable attorney's fees and costs incurred by the Division and/or the Board in the enforcement of this Contract.
- 11. Any breach that the Division finds to be material of the provisions of this Contract by Operator may, at the discretion of the Division, result in an order to cease mining operations. After opportunity for notice and hearing, the Board of Oil, Gas and Mining may enter an order to revoke the Notice of Intention, order reclamation, or order forfeiture of the Surety Contract, or take such other action as is authorized by law.
- 12. In the event of forfeiture of the Surety Contract, Operator shall be liable for any additional costs in excess of the surety amount which are required to comply with this Contract. Any excess monies resulting from forfeiture of the Surety Contract, upon completion of reclamation and compliance with this Contract, shall be returned to the rightful claimant.
- 13. This Contract including the Notice of Intention, as amended and the Reclamation Plan, as amended, represents the entire agreement of the parties involved, and any modification must be approved in writing by the parties involved.
- 14. Each signatory below represents that he/she is authorized to execute this Contract on behalf of the named party.

OPERATOR:

Rocanville Stone	
Operator Name	HOT
ByMert Hamilton	MPPROVICE APPROVICE
Authorized Officer (Typed or Printed)	
Agent In Charge Of Operations Authorized Officer - Position Officer's Signature	5/16/06 Date
STATE OF	
COUNTY OF Millard) ss	
On the	and duly acknowledged company by authority of its bylaws or Mert Hamilton
Notary Public Residing at Delta, Utah Sanyary 26, 2010	NOTARY PUBLIC RYAN M. MARSH 225 W. MAIN ST. DELTA, UT 84624 My Commission Expires Jan. 26, 2010 State of Utah
My Commission Expires:	

Mary Ann Wright, Acting Director	Date
-	•
STATE OF	
COUNTY OF) ss:)
On the	
On the day of personally appeared before me, who being	, 20,
	duly sworl did say that she, the said
is the Act	ting Director of the Division of Oil Gas and
is the Act Mining, Department of Natural Resources,	ting Director of the Division of Oil, Gas and State of Utah, and she duly acknowledged to
is the Act Mining, Department of Natural Resources, a me that she executed the foregoing docume	ting Director of the Division of Oil Gas and
is the Act Mining, Department of Natural Resources, so that she executed the foregoing documents.	ting Director of the Division of Oil, Gas and State of Utah, and she duly acknowledged to
is the Act Mining, Department of Natural Resources, a me that she executed the foregoing docume	ting Director of the Division of Oil, Gas and State of Utah, and she duly acknowledged to
is the Act Mining, Department of Natural Resources,	ting Director of the Division of Oil, Gas and State of Utah, and she duly acknowledged to
is the Act Mining, Department of Natural Resources, a me that she executed the foregoing docume	ting Director of the Division of Oil, Gas and State of Utah, and she duly acknowledged to

DIVISION OF OIL, GAS AND MINING:

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My Commission Expires:

ATTACHMENT "A"



Rocany	1116	Sto	one					Tejon Quarri			
Operator					1134		Mine	Name	-		
M/027/08	37							Millard		Coun	ty, Utah
Permit Number	14					and the second		THE TOTAL		Coun	ty, Otal
disturbed lands are local or larger scale is prefer boundaries tied to this R. The detailed leg following lands nemit and surety	ea) . ecla gal ot t	mation desc to ex	ng to n Co. crip (cee	ntracetion	nip, ranget and s n of la	ge and section when the section with the section when the section with the section when the	e di acre	nd a clear outline of sturbed incluses under the a	des p	disturbed are	of the
Planned Deve	Lopi	ment			-		and	datedApril	11,	2005	:
Tejon #1 Quarry Tejon #2 Quarry								T18S, R13W NE 1/4 of SE	1/4	Section	30
T188, R13W											50,
Tejon #3 Quarry T18S, R13W	S	1/2	of	NE	1/4,	Section	30,	W 1/2 of SE	1/4,	Section	

ATTACHMENT "B"



Operator: Rocanville Stone		Mine Name:	Tejon Quarries	
Permit Number: M/02	7/087	Millard	County, Utah	
	For	m of Surety		
Form	Number	Amount	Surety Company	
Certificate of Deposit		\$ 8,105	Wells Fargo Bank	
Certificate of Deposit		\$23,595	Wells Fargo Bank	
Certificate of Deposit		\$25,000		
			-	



en maria e verdense.

